

U.S. Department of Energy Distributed Energy and Electric Reliability Program

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Ritz – Carlton, Washington D.C.

**“How The Future Distribution
System Will Change The Nation’s
Electric Infrastructure”**

Introduction

- **Renewables Fall Short**
- **Will Deregulation Solve the Transmission Capacity Problem ?**
- **The Greatest Change Will Occur in the Distribution System**
- **A New Distribution System Will Evolve**
- **What Will the Future Power Systems Look Like ?**

Performance Comparisons

- (1) Efficiency and Losses**
- (2) Investment, Fuel and O&M Costs**
- (3) Reliability and Power Quality**
- (4) Emissions**
- (5) Infrastructure Requirements**
- (6) Electrical Environmental Effects**
- (7) Installation Time**
- (8) Electrical Safety**
- (9) CCHP Opportunities**
- (10) Financial Risk and Security Risk**

Two Cases Are Considered

- (1) Central Station Generation Coal Fired Steam Turbine and T&D System**
- (2) Self Generation Gas Turbine Recuperated Cycle With & W/O CCHP**

Round ① - Efficiency and Losses

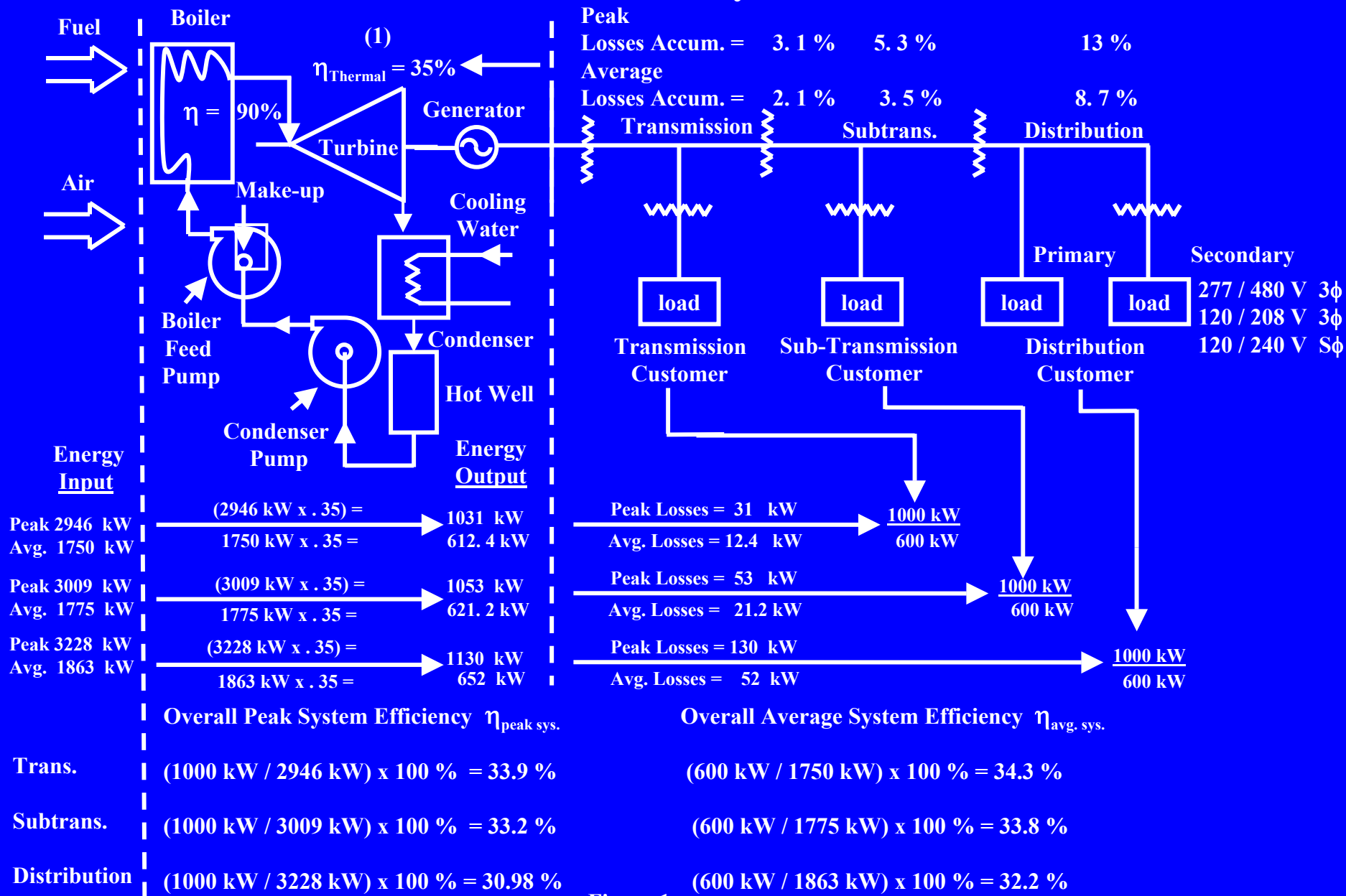


Figure 1.

Central Station Thermal Power Plant (Coal) and T & D System-Component Efficiencies η , Peak Losses (Capacity), Average Losses (Energy), and Overall System Efficiencies $\eta_{sys.}$

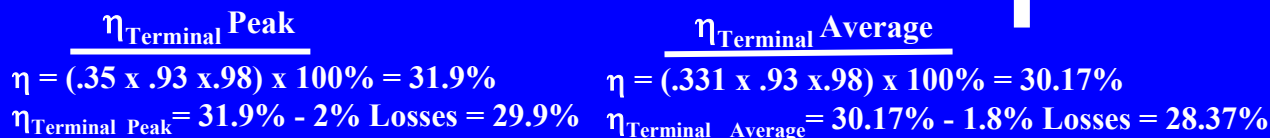


Figure 3.

MWD/RD
11/27/00

Table 1 Round ① - Efficiency and Losses
Central Station Generation Steam Turbine and T&D System (See Figure 4.)

	<u>Generation</u>	<u>Trans.</u>	<u>Subtrans.</u>	<u>Dist.</u>
Overall Peak System Efficiency	35%	33.9%	33.2%	30.98%
Overall Average System Efficiency	35%	34.3%	33.8%	32.2%

Self Generation Gas Turbine Recuperated Cycle w/CCHP and w/o CCHP (See Figure 5.)

	<u>Generation</u>	<u>Trans.</u>	<u>Subtrans.</u>	<u>Dist.</u>
Overall Peak System Efficiency (including fuel gas compressor)				
(W/O CCHP)	29.9%			29.4%
(W/ CCHP)	67.2%			66.1%
Overall Average System Efficiency (including fuel gas compressor)				
(W/O CCHP)	28.4%			27.9%
(W/ CCHP)	63.6%			62.6%

Note: Average and peak losses are shown on Figures 4. and 5.

Cost Comparison

The cost comparison consisted of:

- (1) Two 655 MW coal fired plants
- (2) 400 kW mini turbines with I / C engines for load following

Central Station Generation:

Actual cost = \$1489 / kW or \$1500 / kw \Rightarrow 3.58¢ / kWh

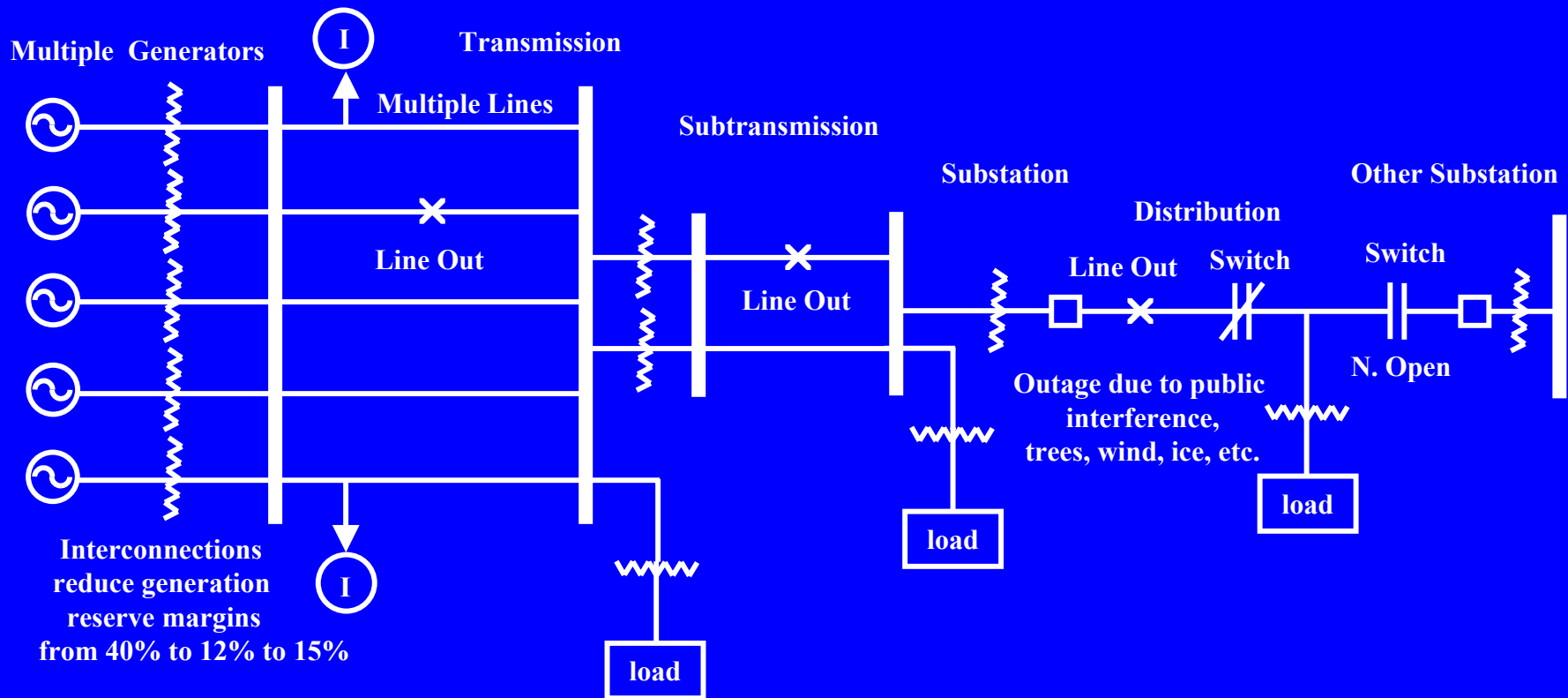
Self Generation:

29.8% reserve margin is higher than central station generation because no interconnections to other utilities

<u>Self Generation</u>	<u>Central Station</u>	<u>Deviations</u>
Investment = 2.60¢	3.58 ¢	27% less
Cost of fuel = 5.4¢ w/o CCHP	1.55 ¢	3.5 x more
Cost of fuel = 2.42¢ w/ CCHP	—	1.6 x more
O & M = 1.00¢	.68¢	
Total = 6.02¢ w/ CCHP	5.81¢	.21¢ more
When Distribution costs T&D are added		
Total = 6.20¢	8.93¢	Self Generation is 30.6% less

Conclusion : Therefore residential and commercial customers have an alternative

Why is the Central Station Generation and T & D Power Delivery System being Challenged?



Transmission

- (1) **High Reliability** - due to multiple lines, multiple generators and multiple interconnections.
- (2) Although multiple lines provide improved reliability, the increase in exposure due to the high density of lines and equipment causes many momentary outages and voltage sags.
- (3) Also, parallel lines have lower impedance which results in more customers seeing faults on the system.

Distribution

- (1) **Low Reliability** - due to single radial lines
- (2) Environmental conditions such as wind, ice trees, etc. cause a few (2-3) sustained outages, and a large number (> 30) of momentary outages.
- (3) Distribution automation has reduced the number of sustained outages by providing alternative substation feeds via switches.

Round ③ Reliability - Frequency of Interruption - λ

Where Do Outages Occur ?

λ - Average Data And, Best In Class Utility Data

Transmission	.015	2.91%
Subtransmisson	.10	19.42%
Primary	<u>.40</u>	<u>77.67%</u>
Total	.515	100.00%

Subtransmission

OHL	.055	55%
UL	.017	17%
STA	<u>.028</u>	<u>28%</u>
	.10	100%

Primary

OHL	.35	87.5%	$\lambda_{\text{BIC}} = 12.5\% \times .40^{(1)} = .050^{(3)}$ $\lambda_{\text{AVG}} = 12.5\% \times 1.05^{(2)} = .131^{(3)}$
UL	.03	7.5%	
STA	<u>.02</u>	<u>5.0%</u>	
	.40	100%	

Note (1): “Best in Class” λ

Note (2): Average λ

Note (3): w / o generation λ 's

Round ④ Power Quality

400 kW Gas Turbine Generation:

IEEE 519 :

Total Harmonic Current Distortion: $\text{THD}_I = 5\%$ $\text{THD}_I = 5\%$

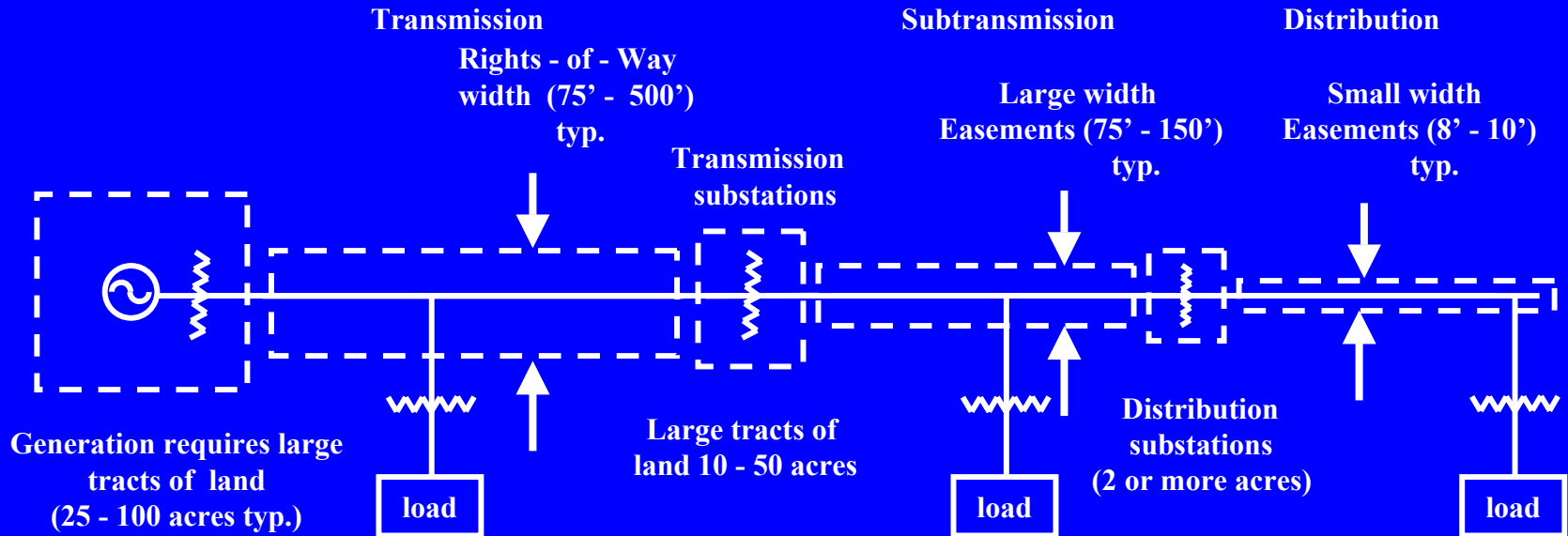
Total Harmonic Voltage Distortion: $\text{THD}_V = < 2\%$ $\text{THD}_V = < 3\%$

Emissions

Micro & Mini – Turbine			U.S. Coal Generation
	min.		
NO _x < 10 ppm,	3 - 4 ppm,	.41 lbs / MWh	5.6 lbs / MWh
CO < 40 ppm,	20 ppm,	1.5 lbs / kWh	1.3 - 2.25 lbs / kWh
SO ₂ .01 lbs / MWh			12 lbs / MWh
CO ₂ 1477 lbs / MWh - 1329 lbs / MWh			2,115 lbs / MWh

Winner Goes To : Self Generation Gas Turbine Recuperated Cycle

Central Station Generation and T & D Power Delivery System Requires Large Physical Space For Infrastructure



- (1) Generation and transmission are large users of land - and create visual pollution.
- (2) UHV and EHV transmission may have a potential for electric and magnetic biological effects.
- (3) Transmission creates corona noise, electric shock, TV interference (TVI), and radio interference (RFI).
- (4) Acquiring large parcels of land is very difficult, time consuming, and expensive – legal hassle (11 yrs. to build last transmission line and 91% of all property was previously owned).

- (1) Distribution infrastructure is intrusive to residential communities.
- (2) To shield substation equipment and reduce noise, walls, trees, and berms are often required around the perimeter of substations.
- (3) In densely populated areas, buildings may be required to house facilities.
- (4) Tree clearance is a reoccurring expensive maintenance cost and is a controversial procedure for customers to accept.

Infrastructure

Central Station Generation	Miles	
	Trans.	Dist.
25 - 100 Acres	115 kV & above	
	440,000 total	25,000 each major utility

Electrical Environmental Effects

Transmission

Corona occurs when \Rightarrow The Electric Field Intensity \vec{E} exceeds the break down strength of air

Corona produces :

- (1) Light
- (2) Audible noise > 59 dB(A)
- (3) Radio Interference RI
- (4) Television Interference TVI
- (5) Conductor vibration
- (6) Ozone
- (7) Dissipated energy

Electric Fields \rightarrow 2 to 5 kV / m

Magnetic Fields \rightarrow .1 to .5 gauss

Installation Time

Central Station & <u>Transmission</u> 7- 10 yrs.	<u>Distribution</u> 6 mon. to 2 yrs.	<u>Self Generation</u> \leq 6 mon.
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Electrical Safety

Distribution

- All Overhead
- Ungrounded Delta
- High Impedance
Faults on Y grounded distribution

Self Generation

- All Underground
- Y grounded distribution

Financial Risk & Security Risk

Less Financial Risk With DR

DR

- **Small unit sizes to match incremental load increases**
- **Short lead times based on 6 month load forecasts**

Central Station and T&D

- **Huge financial investments required for Central Station and Transmission & Distribution**
- **Long lead times based on 10 year load forecasts can be very uncertain**

Less Security Risk With DR

Central Station

Small number of large MW sizes

Self Generation

Large number of small kW sizes

		Winner	
Performance Comparison Round Number's		Central Station, & T&D	Self Generation
(1) Efficiency & Losses	w/o CCHP	✓	
	w/ CCHP		✓
(2) Investment, Fuel and O & M Costs	w/o CCHP	✓	
	w/CCHP		✓
(3) Reliability & Power Quality			✓
(4) Emissions			✓
(5) Infrastructure Requirements			✓
(6) Electrical Environmental Effects			✓
(7) Installation Time			✓
(8) Electrical Safety	Primary	✓	✓
	Secondary		✓

Winner		
Performance Comparison Round Number's	Central Station, & T&D	Self Generation
(9) Combined Cooling, Heating, & Power Opportunities		✓
(10) Financial Risk & Security Risk		✓
Final Winner is Self Generation With CCHP		

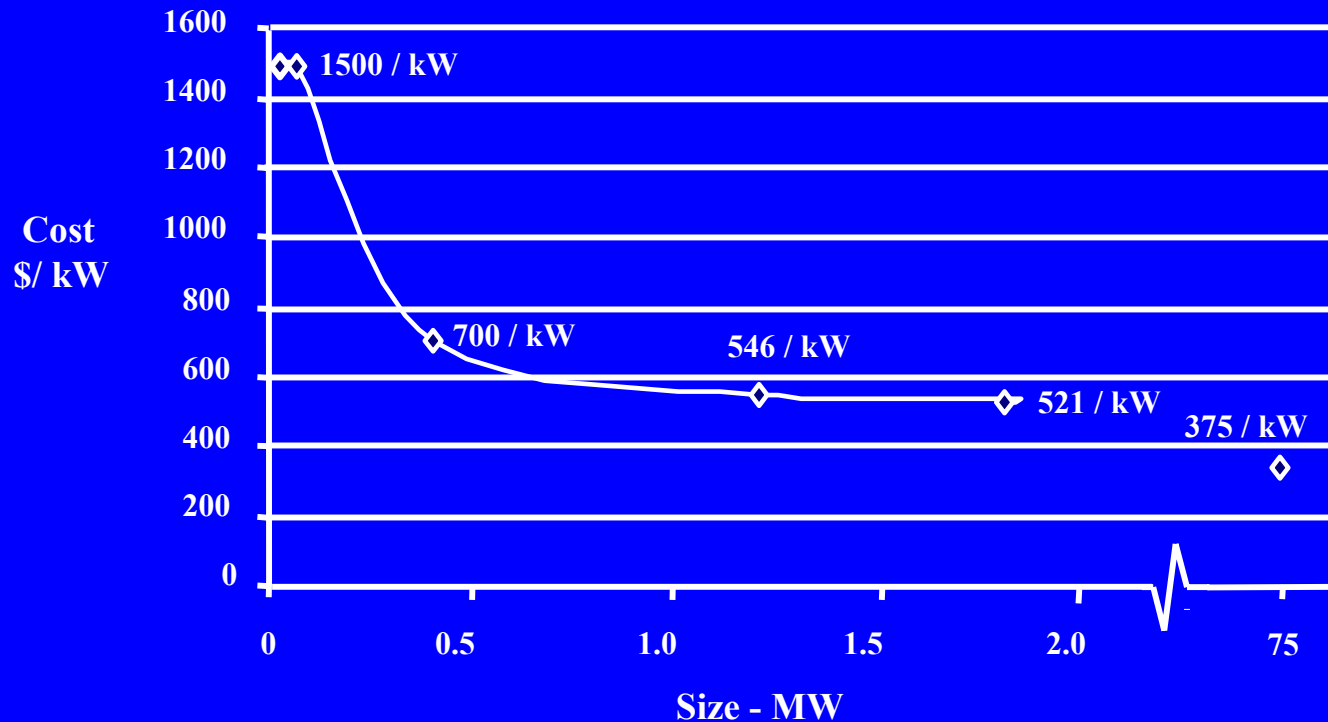


Figure 2. The Economy of Scale of Gas Turbine Generators Indicates The Ideal Size Ranges From 250-500 kW for Microgrid Applications

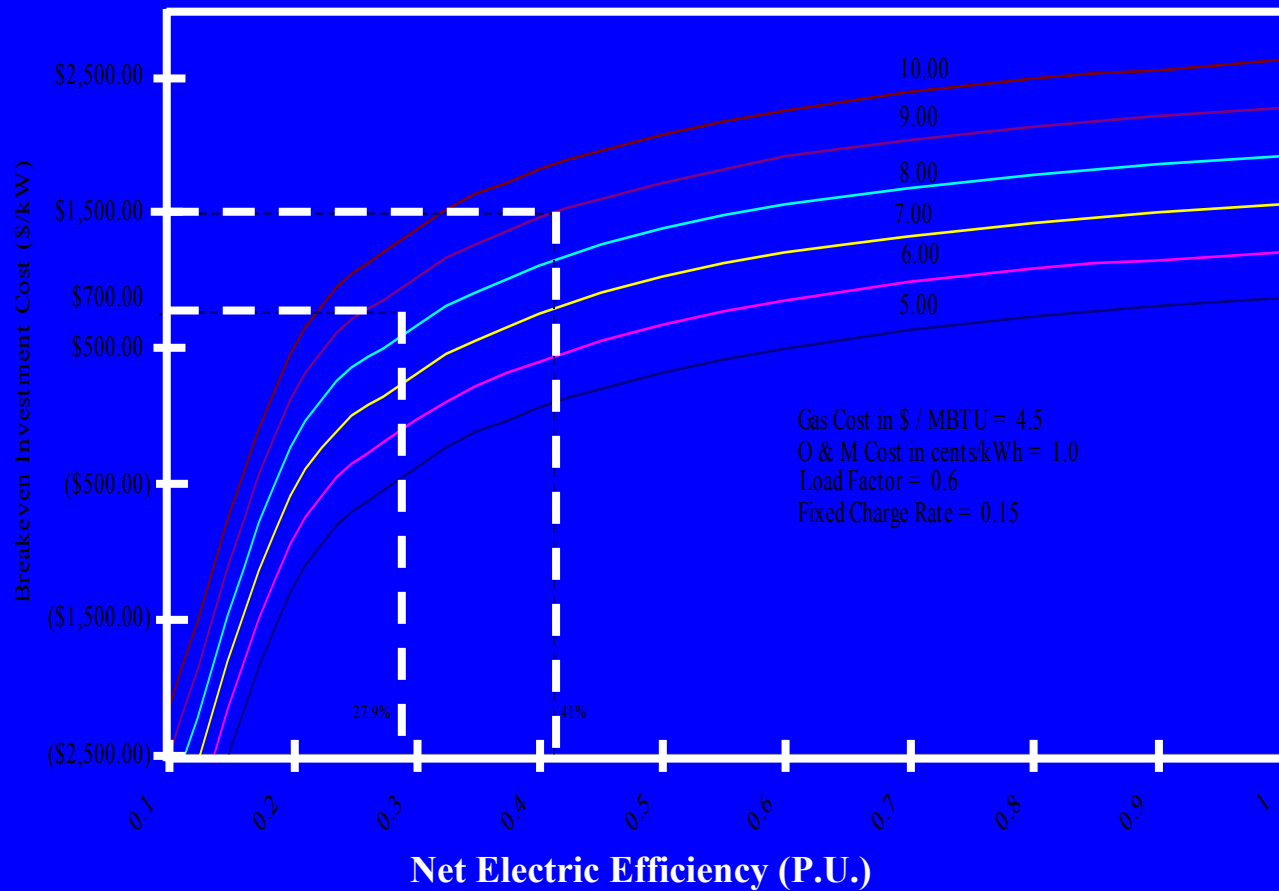


Figure 3. Dollar / kW of Investment vs. Net Electric Efficiency to Break Even With Grid Energy Cost

Why A System Of Generating Units Serving Aggregated Loads ?

$$\frac{(N = 1)}{17.80 \text{ kVA}} \longrightarrow \frac{(N = 24)}{5.13 \text{ kVA}}$$

1. Lower diversified demands
2. Lower generation capability
3. Load profile is more stable
4. Reduced Load Following requirements
5. Higher efficiency
6. Lower reserve margins
7. Higher reliability : 95 % - 98 % availability results in 438 hrs of outage vs. 99.99 % → 53 minutes of outage



Figure 7. SOC Supported Functions

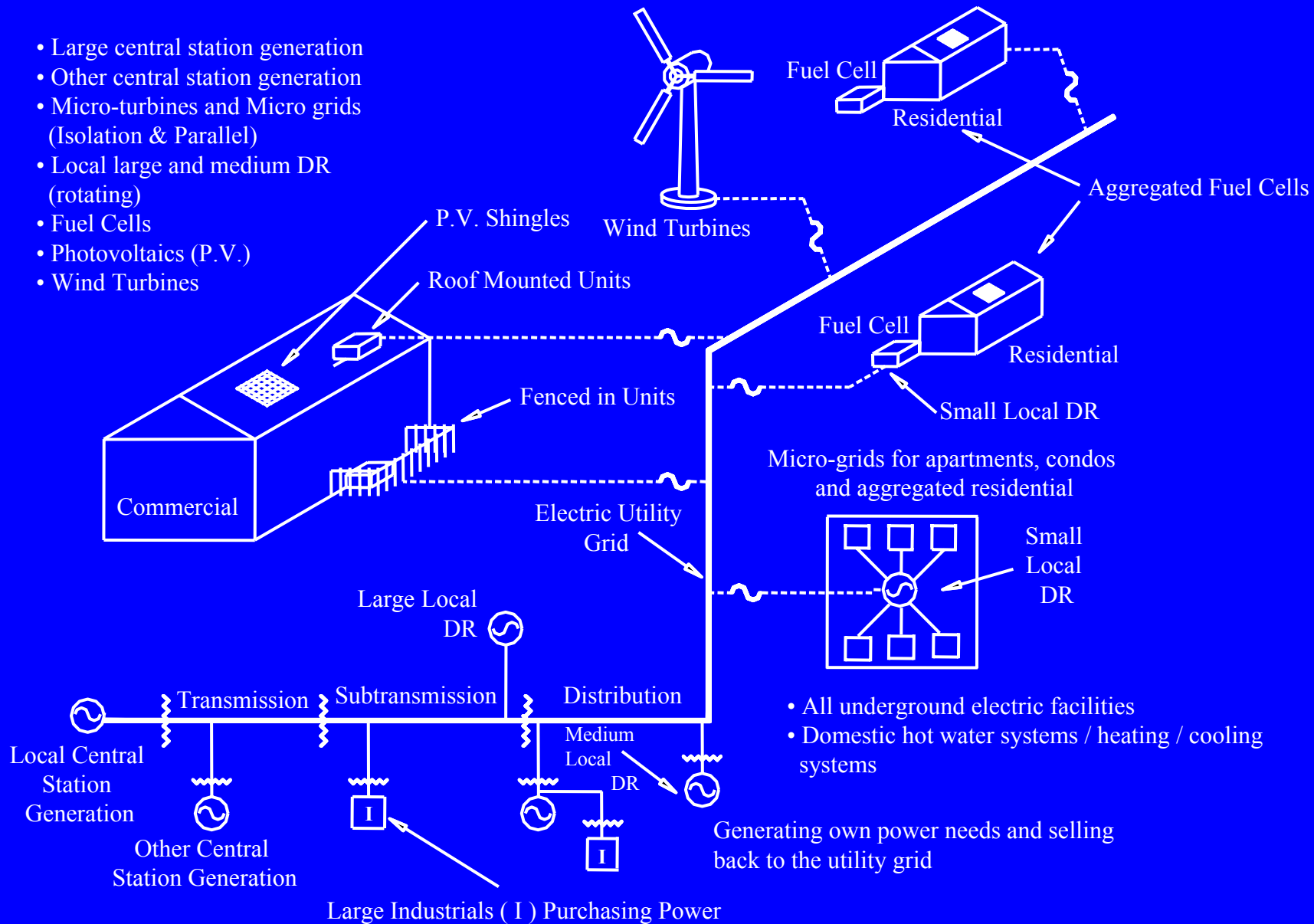


Figure 3. "What will the Future Power System look like?"

The New Electric Power Infrastructure Requires:

- 1. A Portfolio Of Products To Be A Player In The New Electric Energy Business:**
 - (a) Photovoltaics**
 - (b) Wind**
 - (c) Fuel Cells**
 - (d) External Heat Engines**
 - (e) Gas Turbines**
 - (f) I/C Engines**
 - (g) Storage/Flywheels**
- 2. Sizes Ranging From
25 kW → 2 MW's
To Serve All Loads**
- 3. Microgrids And Modular Generation Components w/ and w/o CCHP Components**
- 4. Low Cost, High Efficiency, High Availability**

(\$500)	(40%)	(98%)
Low Emissions		Generation.
(< 7 ppm NO_x)		
(< 10 ppm CO)		
- 5. SOC To Monitor/Control Generation Throughout The World via Internet.**
- 6. Telecom Integrated With Power Systems.**
- 7. Availability Of Natural Gas For Most Markets**

FC Series – Fuel Cells



plug power
FUEL CELL SYSTEMS

75 kW



IC Series – Internal Combustion Engines



75 and 150 kW



T Series – Mini Gas Turbines



375 to 700 kW



IC Series – Mid-Range



280 to 830 kW



IC Series – ENI 1000



1 MW



XC Series – External Combustion Engines

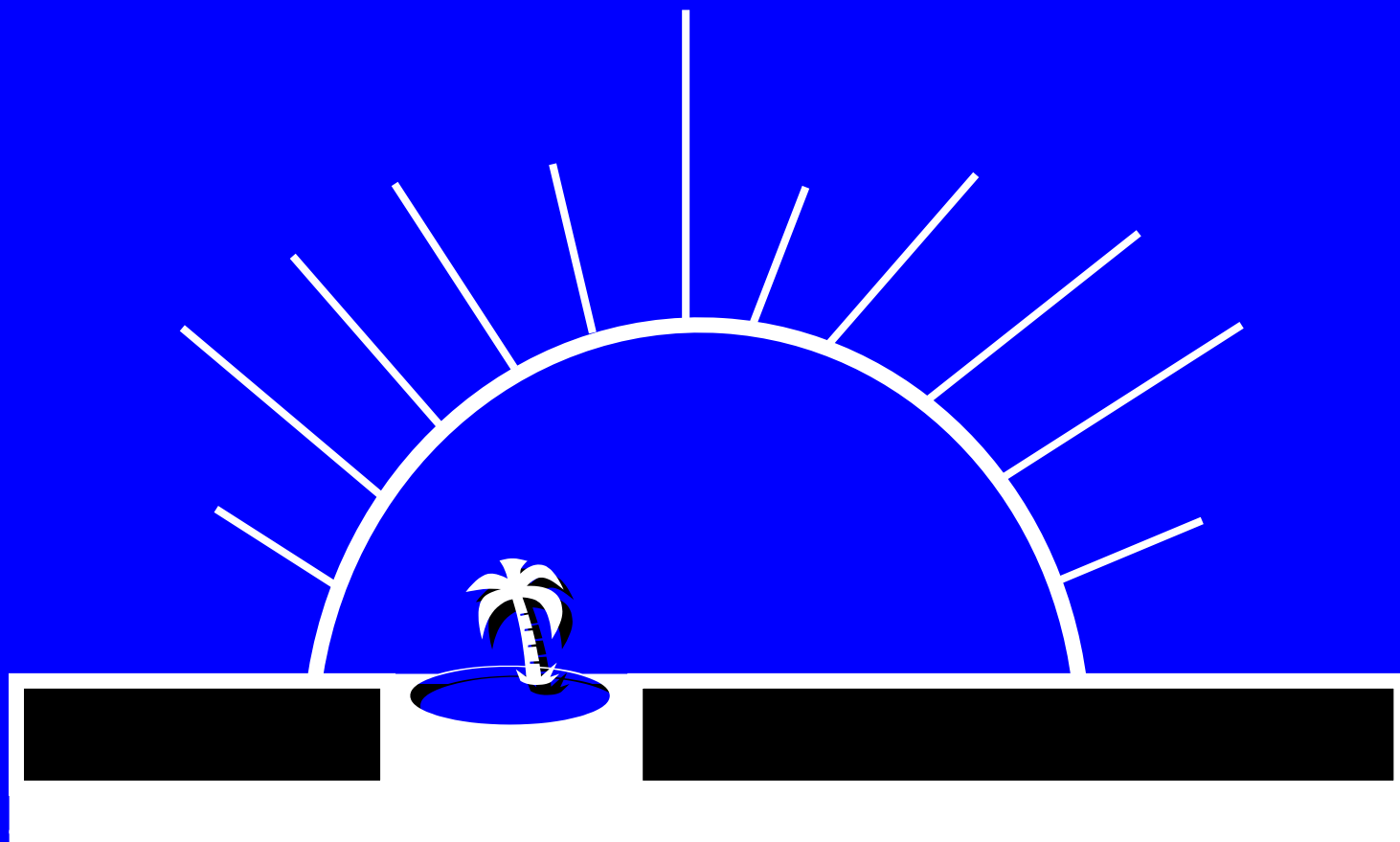


25 kW



Integrating DR's Into Existing Electric Distribution System Will:

- (1) Improve Reliability And Power Quality**
- (2) Reduce Thermal Overloads**
- (3) Improve Voltage Regulation**
- (4) Reduce Cost**
- (5) Improve Efficiency And Reduce Losses**
- (6) Reduce Emissions**



The Dawn Of A New Horizon